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SECURITIES AND EXCHANGE COMMISSION
Washington, D. C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d)
OF THE SECURITIES EXCHANGE ACT OF 1934

For the Quarter ended March 31, 1992.
Commission File No. 0-10852

SOUTHERN BANCSHARES (N.C.), INC.
(Exact name of registrant as specified in its charter)

DELAWARE (State or other jurisdiction of incorporation or organization)	56-1538087 (I.R.S. Employer Identification Number)
117 East Main Street, Mt. Olive, North Carolina (Address of principal executive offices)	28365 (Zip Code)

Registrant's telephone number, including area code: (919) 658-7000

NO CHANGES
(Former name, former address and former fiscal year,
if changes since last report)

Indicate by check mark whether the Registrant (1) has filed all reports to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes ____X_____ No _____

Indicate the number of shares outstanding of the Registrant's common stock as of the close of the period covered by this report:

130,701 shares

21-01.(1)

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SOUTHERN BANCSHARES (N.C.), INC.

CONSOLIDATED BALANCE SHEET

	March 31, 1992 (Unaudited)	December 31, 1991
ASSETS		
Cash and due from banks	$ 10,990,140	$ 11,434,212
Federal funds sold	-	1,600,000
Investment securities (Note 3)	105,959,655	109,413,641
Loans (Note 4)	135,206,499	129,141,832
Less: allowance for possible loan losses (Note 5)	3,168,322	3,053,428
Net loans	132,038,177	126,088,404
Premises and equipment:		
Land	1,518,905	1,518,905
Buildings and improvements	5,572,726	5,483,816
Furniture and equipment	3,160,031	3,129,980
	10,251,662	10,132,701
Less: accumulated depreciation and amortization	3,676,170	3,564,272
	6,575,492	6,568,429
Accrued interest receivable	2,868,513	2,563,426
Other assets	1,348,124	1,292,538
	$259,780,171	$258,960,650

The accompanying notes are an integral part of these financial statements.

SOUTHERN BANCSHARES (N.C.), INC.

CONSOLIDATED BALANCE SHEET

	March 31, 1992 (Unaudited)	December 31, 1991
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits:		
Demand	$ 29,293,467	$ 31,906,322
Savings and interest bearing demand	93,854,916	83,481,863
Time	105,867,341	119,627,839
Total deposits	229,015,724	235,016,024
Federal funds purchased	7,600,000	-
Short-term borrowed funds	1,379,941	2,362,699
Accrued interest payable	1,318,643	1,519,386
Other liabilities	657,386	597,996
Total liabilities	239,971,694	239,496,105
Mandatorily redeemable Series C preferred stock, no par value; 420,372 shares authorized, 122,666 and 103,310 shares issued and outstanding at March 31, 1992 and December 31, 1991, respectively (Note 6)	1,368,533	1,625,000
Shareholders' equity:-		
Series B non-cumulative preferred stock, 840,744 shares authorized, 414,866 shares issued and outstanding; no par value	2,020,938	2,020,938
Common stock, $5 par value; 158,485 shares authorized, 130,701 shares issued and outstanding	653,505	653,505
Surplus	6,000,000	6,000,000
Undivided profits:		
Unappropriated	9,455,601	8,935,102
Reserve for contingencies	240,000	230,000
Reserve for retirement of Series B stock	69,900	-
Total shareholders' equity	18,429,944	17,839,545
	$259,780,171	$258,960,650

The accompanying notes are an integral part of these financial statements.

SOUTHERN BANCSHARES (N.C.), INC.

CONSOLIDATED STATEMENT OF INCOME

	(Unaudited) Three Months Ended March 31, 1992	1991
Interest income:-		
Interest and fees on loans	$3,181,104	$3,326,708
Investment securities:		
U. S. Treasury securities and obligations of U. S. Government agencies	1,285,702	1,277,370
Obligations of states and political subdivisions	550,030	609,122
Other securities	38,937	38,640
Federal funds sold	2,082	89,255
Total interest income	5,057,855	5,341,095
Interest expense:		
Savings and interest bearing demand deposits	906,172	927,318
Time deposits	1,419,211	2,227,941
Federal funds purchased	54,184	12,488
Capital notes	-	1,200
Other	16,702	26,237
Total interest expense	2,396,269	3,195,184
Net interest income	2,661,586	2,145,911
Provision for possible loan losses (Note 5)	150,000	150,000
Net interest income after provision for loan losses	2,511,586	1,995,911
Other operating income:		
Securities gains, net	43,940	22,283
Service charges on deposit accounts	441,176	375,486
Other service charges and fees	45,393	42,387
Other	61,116	62,870
Total other operating income	591,625	501,026

(Continued on next page)

SOUTHERN BANCSHARES (N.C.), INC.

CONSOLIDATED STATEMENT OF INCOME

	(Unaudited) Three Months Ended March 31, 1992	1991
(Continued from preceding page)		
Other operating expenses:		
Personnel	1,074,992	1,002,548
Occupancy	132,554	123,424
Furniture and equipment	143,558	90,445
Other	861,164	786,755
Total other operating expenses	2,212,268	2,003,172
Income before income taxes	892,943	495,765
Income tax expense	181,900	82,657
Net income	$ 711,043	$ 413,108
Net income applicable to common shares (Note 2)	$ 633,074	$ 288,063
Earnings per common share	$4.84	$2.21

The accompanying notes are an integral part of these financial statements.

SOUTHERN BANCSHARES (N.C.), INC.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE MONTHS ENDED MARCH 31, 1992 AND 1991

(Unaudited)

	Preferred Stock		Common Stock			Undivided Profits				Net unrealized loss on marketable equity securities
	Shares	Amount	Shares	Amount	Surplus	Unappropriated	Reserve for contingencies	Reserve for retirement of Series B stock	Reserve for capital notes retirement	
Balance, December 31, 1990	420,033	$2,046,106	130,601	$653,005	$6,000,000	$7,412,764	$200,000		$90,000	($253,399)
Net income						413,108				
Appropriation of undivided profits						(7,500)	7,500			
Cash dividends, $.25 per share on common and stated rates on preferred shares						(108,628)				
Retirement of capital notes						90,000			(90,000)	
Accretion of mandatorily redeemable Series C preferred shares						(49,067)				
Recovery of net unrealized loss on marketable equity securities										253,399
Balance, March 31, 1991	420,033	$2,046,106	130,601	$653,005	$6,000,000	$7,750,677	$207,500			
Balance, December 31, 1991	414,866	$2,020,938	130,701	$653,505	$6,000,000	$8,935,102	$230,000			
Net income						711,043				
Appropriation of undivided profits						(79,900)	10,000	$69,900		
Cash dividends, $.25 per share on common and stated rates on preferred shares						(110,644)				
Balance, March 31, 1992	414,866	$2,020,938	130,701	$653,505	$6,000,000	$9,455,601	$240,000	$69,900		

The accompanying notes are an integral part of these financial statements.

SOUTHERN BANCSHARES (N.C.), INC.

CONSOLIDATED STATEMENT OF CASH FLOWS

	(Unaudited) Three Months Ended March 31, 1992	1991
OPERATING ACTIVITIES:-		
Net income	$ 711,043	$ 413,108
Adjustments to reconcile net income to net cash provided (used) by operating activities:		
Provision for loan losses	150,000	150,000
Amortization of investment premiums	8,659	27,604
Accretion of investment discounts	(30,579)	(38,453)
Amortization of intangibles	33,713	52,511
(Gain) loss on sale of premises and equipment	(750)	1,522
Net gain on sale of investments	(43,940)	(22,283)
Depreciation of premises and equipment	126,745	69,787
(Increase) decrease in:		
Accrued interest receivable	(305,087)	(763,710)
Other assets	(89,369)	94,789
Increase (decrease) in:		
Accrued interest payable	(200,743)	(11,138)
Other liabilities	59,390	(24,145)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	419,082	(50,408)
INVESTING ACTIVITIES:		
Recoveries of charged-off loans	10,106	39,196
Maturities of investment securities	8,875,498	12,757,129
Sales of investment securities	581,336	2,043,551
Purchases of investment securities	(5,936,988)	(12,642,741)
Loan principal originated, net of collections	(6,109,879)	(3,558,639)
Proceeds from sale of premises and equipment	-	9,777
Additions to premises and equipment	(133,058)	(115,541)
NET CASH USED BY INVESTING ACTIVITIES	(2,712,985)	(1,467,268)

(Continued on following page)

SOUTHERN BANCSHARES (N.C.), INC.

CONSOLIDATED STATEMENT OF CASH FLOWS

	(Unaudited) Three Months Ended March 31, 1992	1991
(Continued from preceding page)		
FINANCING ACTIVITIES:		
Net increase (decrease) in demand and interest bearing deposits	7,277,639	(2,734,353)
Proceeds from sale of certificates of deposit, net of payments at maturity	-	1,447,379
Payments at maturity, net of proceeds from sale of certificates of deposit	(13,277,939)	-
Principal payments of capital notes	-	(90,000)
Net decrease in short-term borrowings	(982,758)	(599,176)
Federal funds purchased	7,600,000	-
Cash dividends paid	(110,644)	(108,628)
Retirement of redeemed stock	(256,467)	-
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	249,831	(2,084,778)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,044,072)	(3,602,454)
CASH EQUIVALENTS AT BEGINNING OF PERIOD	13,034,212	17,884,652
CASH EQUIVALENTS AT END OF PERIOD	$10,990,140	$14,282,198
Supplemental disclosures of cash paid during the period for:		
Interest	$ 2,597,012	$ 3,206,322
Taxes	$ 110,000	-

The accompanying notes are an integral part of these financial statements.

SOUTHERN BANCSHARES (N.C.), INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1 - PRINCIPLES OF CONSOLIDATION:

The consolidated financial statements include the accounts of Southern BancShares (N.C.), Inc. and its wholly-owned subsidiary, Southern Bank and Trust Company. The statements also include the accounts of Goshen, Inc., a wholly-owned subsidiary of Southern Bank and Trust Company. All significant intercompany balances and transactions have been eliminated in consolidation.

In management's opinion, the accompanying unaudited consolidated financial statements contain all adjustments necessary to present fairly the financial condition and the results of operations and cash flows for all periods shown. The statements should be read in conjunction with the consolidated financial statements and accompanying notes for the year ended December 31, 1991.

NOTE 2 - EARNINGS PER SHARE:

Earnings per common share are computed by dividing income applicable to common shares by the weighted average number of common shares outstanding during the period. Income applicable to common shares represents net income reduced by dividends paid to preferred shareholders and accretion of mandatorily redeemable Series C preferred shares.

Earnings per common share are calculated based on the following amounts for the quarters ended March 31:

	1992	1991
Net income	$711,043	$413,108
Less:		
Preferred dividends	(77,969)	(75,978)
Accretion of redeemable preferred shares	-	(49,067)
Net income applicable to common shares	$633,074	$288,063
Weighted average common shares outstanding during the period	130,701	130,601

NOTE 3 - INVESTMENT SECURITIES:

Book values and estimated market values of investment securities were as follows (in thousands):

	March 31, 1992		December 31, 1991	
	Book Value	Market Value	Book Value	Market Value
U.S. Treasury securities and obligations of U.S. Government agencies	$ 65,973	$ 66,949	$ 68,967	$ 70,629
Obligations of states and political subdivisions	32,460	33,194	32,398	32,877
Corporate securities	400	401	916	917
Mortgage-backed securities	2,486	2,632	2,492	2,691
Marketable equity securities	4,641	6,649	4,641	5,787
Total	$105,960	$109,825	$109,414	$112,901

NOTE 4 - LOANS:

Loans by type were as follows (in thousands):

	March 31, 1992	December 31, 1991
Commercial, financial and agriculture	$ 24,592	$ 20,460
Real estate - construction	1,249	1,348
Real estate - mortgage	84,144	81,898
Instalment	25,221	25,436
	$135,206	$129,142

NOTE 5 - ALLOWANCE FOR POSSIBLE LOAN LOSSES:

Transactions in the allowance for possible loan losses for the three-month period ended March 31, 1992 were:

Balance at beginning of year	$3,053,428
Provision charged to operating expense	150,000
Loans charged off	(45,212)
Loan recoveries	10,106
Balance at end of period	$3,168,322

NOTE 6 - MANDATORILY REDEEMABLE SERIES C PREFERRED STOCK:

At any time during the six month period ending June 30, 1992, Series C preferred shareholders can require the Company to repurchase any or all shares at a price of $13.25 per share.

During the three month period ended March 31, 1992, 19,356 shares were redeemed at an aggregate price of $256,467.

3100 Smoketree Court Suite 900
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Raleigh NC 27625

Telephone 919 878 5700
Facsimile 919 878 5337

Price Waterhouse

April 27, 1992

To the Board of Directors and Shareholders
of Southern BancShares (N.C.), Inc.

We have made a review of the consolidated balance sheet of Southern BancShares (N.C.), Inc. and its subsidiary as of March 31, 1992, and the consolidated statements of income, of changes in shareholders' equity and of cash flows for the three month periods ended March 31, 1992 and 1991, in accordance with standards established by the American Institute of Certified Public Accountants.

A review of interim financial information consists principally of obtaining an understanding of the system for the preparation of interim financial information, applying analytical procedures to financial data, and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements for them to be in conformity with generally accepted accounting principles.

We previously audited in accordance with generally accepted auditing standards, the consolidated balance sheet as of December 31, 1991, and the related consolidated statements of income, of changes in shareholders' equity and of cash flows for the year then ended (not presented herein), and in our report dated January 17, 1992 we expressed an unqualified opinion on those consolidated financial statements. In our opinion, the information set forth in the accompanying consolidated balance sheet information as of December 31, 1991, is fairly stated in all material respects in relation to the consolidated balance sheet from which it has been derived.

Price Waterhouse

SOUTHERN BANCSHARES (N.C.) INC.
MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION
AND RESULTS OF OPERATIONS - FIRST QUARTER OF 1992
VS. FIRST QUARTER OF 1991

Introduction

Southern BancShares' net income increased $297,935 from $413,108 in 1991 to $711,043 in 1992. This increase was the result of increased net interest income.

Interest Income

Interest on loans decreased $145,604 from $3,326,708 in 1991 to $3,181,104 in 1992, or 4.4%. This decrease was primarily due to decreased interest rates charged on loans. Average loans for the quarter were $129.1 million, up 4.9% from $123.1 million in 1991. Generally lower interest rates caused the yield on the loan portfolio to decrease from 10.8% in 1991 to 9.9% in 1992.

Interest income from investment securities including U. S. Treasury and Government obligations, obligations of state and county subdivisions, decreased $50,463 from $1,925,132 in 1991 to $1,874,669 in 1992. This was due to lower interest rates on investment securities between the two periods. Average investment securities outstanding increased $8.4 million, or 8.4%.

Interest income on federal funds sold decreased $87,173 or 97.7% from $89,255 in 1991 to $2,082 in 1992. This decrease was due to decreased investment in Federal Funds sold. These funds helped to fill the increased loan demand in 1992.

As a result of the above, total interest income decreased $283,240 from $5,341,095 in 1991 to $5,057,855 in 1992. This increase was the direct result of the changes in the interest rates noted above.

Interest Expense

Total interest expense decreased 25.0%, from $3,195,184 in 1991 to $2,396,269 in 1992. Decreased interest expense on interest bearing deposit accounts - time and savings - caused this decrease. Average interest bearing demand and savings deposits increased $17.8 million between the two periods while average time deposits decreased $16.0 million. This was the result of time deposit interest rates falling below other interest bearing demand and savings interest rates for most of the 1992 quarter. Overall, average interest bearing deposits increased $1.8 million between the two periods.

Interest Expenses (continued)

Interest rates between 3% and 4% have forced depositors to explore other investments for a better return, thus the slow down in deposit growth.

Provision for Possible Loan Losses

$150,000 was provided for possible loan losses in the first three months in both periods. These provisions were due in part to management's concern for the economy in the Company's market area and the increase in loans noted above.

During the first quarter, charged off loans net of recoveries were $35,106. During the same period in 1991, charge offs net of recoveries were $250,620. This represented a decrease in net charge offs of $215,514. This decrease was due to decreases in non-performing loans. The Allowance for Possible Loan Losses represented 2.3% of loans outstanding at March 31, 1992, and is considered adequate.

The Bank has no loans classified for regulatory purposes as loss, doubtful, substandard, or special mention which are material and (i) represent or result from trends or uncertainties which management reasonably expects will materially impact future operating results, liquidity or capital resources, or (ii) represent material credits about which management is aware of any information which causes management to have serious doubts as to the ability of such borrowers to comply with the loan repayment terms.

Net Interest Income after Provision for Loan Losses

Net interest income after provision for loan losses was up $515,675 or 25.8% from $1,995,911 in 1991 to $2,511,586 in 1992. This increase was due to the decreases in interest expense exceeding the decreases in interest income, noted above.

Other Operating Income

Gains on sales of investment securities increased $21,657 or 97.2% from $22,283 in 1991 to $43,940 in 1992.

Income from service charges on deposit accounts, other service charger and fees, and other income increased $68,942 from $480,743 in 1991 to $549,685 in 1992, an increase of 14.3%. This was the result of changes in the service charge structure in 1991.

Other Operating Expenses

Other operating expense including personnel, occupancy, furniture and equipment and other expenses increased $209,096 or 10.4%, from $2,003,172 in 1991, to $2,212,268 in 1992. This increase was due primarily to increased printing and supplies expense, increased data processing charges, higher rates on Federal Deposit Insurance Corporation premiums, and depreciation of branch automation equipment.

Income Taxes

In the first quarter of 1991 the Company had income tax expense of $181,900. This was up from $82,657 in the same period a year prior. This increase was due to increased profitability. The effective tax rate increased from 17% in 1991 to 20% in 1992. This increase is primarily due to decreased tax exempt income.

Accounting and Regulatory Matters

The Financial Accounting Standards Board ("FASB") has issued Statement of Financial Accounting Standards No. 109 ("SFAS 109"), "Accounting for Income Taxes", which is effective for fiscal quarters beginning after December 15, 1992. The statement requires the liability approach for financial accounting and reporting for income taxes and requires recognition of (i) the amount of taxes payable or refundable for the current year and (ii) defined tax liabilities and assets for the future tax consequences of events that have been recognized in an enterprise's financial statements or tax returns. The Company intends to adopt SFAS 109 in 1992. The effect of the statement on the Company's financial statements is not known or reasonably estimable at this time.

In addition, the FASB has issued Statement of Financial Accounting Standards No. 106 ("SFAS 106"), "Employers' Accounting for Postretirement Benefits Other than Pensions", which mandates accrual during an employees' active years of service of the expected costs of providing postretirement benefits, principally health care, to employees and their beneficiaries and their dependents. The Company presently does not furnish any postretirement health care benefits and therefore this statement is not expected to have any impact on the financial position or results of operations.

Accounting and Regulatory Matters (continued)

The FASB has also issued Statement of Financial Accounting Standards No. 107 ("SFAS 107"), "Disclosures About Fair Value of Financial Instruments", that mandates disclosure of fair value of financial instruments (both assets and liabilities on and off balance sheet) for which it is practicable to estimate market values and pertinent description of those instruments for which market values are not readily available. Adoption of this standard is required for years ending after December 15, 1992. Since SFAS 107 only requires additional disclosure, implementation and application of the standard will not affect periodic net income or financial position except to the extent that additional immaterial costs are incurred to comply with the standard.

The Securities and Exchange Commission has requested that the FASB develop new accounting standards that could require financial institutions to carry all investment securities at their fair market value. Implementation of such standard would more than likely produce significant volatility in the measurement of periodic net income and capital.

The Financial Institutions Reform, Recovery and Enforcement Act of 1989 ("FIRREA") was enacted in August 1989. Among other provisions, FIRREA requires that an increase in the rate of annual insurance assessments on deposits paid by banks whose deposits are insured by the new Bank Insurance Fund (the Fund) be phased in from the old rate of .083 percent to .12 percent on January 1, 1990, and to .230 percent during 1991. Under certain provisions related to the Fund, the annual rate can be further increased to a maximum of .325 percent. Various proposals have been put forth by regulators and others, which, if adopted could substantially increase the foregoing assessments and have a material impact on BancShares' results of operations.

Management is not aware of any other known trends, events, uncertainties, or current recommendations by regulatory authorities that will have or that are reasonably likely to have a material effect on BancShares' liquidity, capital resources or other operations.

Capital

The following table presents certain calculations and ratios of the company which are considered measures of capital adequacy:

	March 31 1992	December 31 1991
Total Stockholder's Equity	$18,440	$17,840
Primary Capital	21,204	20,455
Leverage Capital	16,015	17,402
Risk Based Capital	21,479	21,058
Primary Capital Ratio	8.14%	7.84%
Leveraged Capital Ratio (1)	6.22%	6.75%
Tier I Capital Ratio	12.87%	14.28%
Total Risk-Based Capital Ratio (2)	15.53%	15.55%
Capital to Assets	7.10%	6.89%
Capital + Allowance for Loan Losses to Assets + Allowance for Loan Losses	8.22%	7.97%
Deposits to Capital	12.42	13.17
Loans to Capital	7.33	7.24

(1) Bank holding companies operating at the 3% minimum are expected to have well diversified risk profiles, including no undue interest rate risk, excellent asset quality, high liquidity and strong earnings. Bank holding companies not meeting these requirements are expected to maintain a leverage ratio somewhat higher than the 3% minimum applicable to the highest rated companies.

(2) At December 31, 1992 the minimum ratio of qualifying total capital to risk weighted assets will be 8%, of which 4% must be Tier 1 capital, which is common equity, retained earnings, and a limited amount of perpetual preferred stock less certain intangibles.

Capital Resources

Series C Preferred Stock shareholders can require BancShares to repurchase any or all shares of Series C at a price of $13.25 per share, during the six month period December 30, 1991 through June 29, 1992. Due to this redemption option Series C stock has not been considered a part of BancShares Total Capital. However, at the end of the put option period, all remaining shares of Series C will be equal to Series B Preferred stock, thereby increasing BancShares capital. As of March 31, 1992, 19,356 shares of Series C stock had been redeemed for $256,467.

Liquidity

Liquidity is the ability of the Company to generate enough funds to meet the financial obligations and commitments without impacting net interest income. One of the Company's objectives is to maintain a high level of liquidity. Maintaining liquidity ensures that funds will be available for reserve requirements, customer demand for loans, withdrawal of deposit balances, and maturities of other deposits and liabilities. These obligations can be met by existing cash reserves or funds from maturing loans and investments, but in the normal course of business are met by deposit growth. Increased deposits and retained earnings are also the sources for the Company's continued growth.

In the first quarter of 1992, operating activities of the company provided $419,082 of cash flows. Net income of $711,043, adjusted for non-cash operating activities provided the majority of cash generated from operations.

Investing activities, including lending, used $2,712,985 of the Company's cash flow, which resulted in a $3,453,986 net decrease in the investment portfolio. Loans originated net of principal collected used $6,109,879 in funds.

Net additional cash inflows of $249,831 were provided by financing activities. During the 1992 quarter, $7,600,000 in Federal Funds purchases were offset by $6,000,300 in reductions in total deposits, $982,758 in reductions of repurchase agreements and the Treasury Tax and Loan account, retirement of Series C preferred stock at $256,467, cash dividends to shareholders of $110,644, and the $69,900 reserve for preferred stock retirement.

The Company's liquid assets include investment securities, federal funds sold, and cash and due from banks. These assets represented 51.1% of total deposits at March 31, 1992, an increase from 50.7% at March 31, 1991. This increase is primarily due to the decrease in deposits outstanding between the two periods.

Liquidity (continued)

Jumbo CD's (Certificates of Deposit) are considered to include all CD's of $100,000 or more. Because of the rate sensitive nature of these deposits, they are considered 'hot money' by most regulators. Southern Bank does not and never has aggressively bid on these deposits. The Bank does not seek nor does it accept deposits from outside its general trade area. Almost all of the Bank's Jumbo CD customers have other relationships with the Bank, including savings, demand and other time deposits, and in some cases, loans.

Management is not aware of any known demands, commitments or uncertainties that will affect liquidity in a material way.

The following table presents certain ratios of the company which are considered measures of liquidity.

	3/31/92	12/31/91	Legal Limits
Loans to Deposits	59.04%	54.95%	80% (1)
Interest Bearing Deposits To Total Deposits	87.21%	86.42%	
Jumbo CD's To Total Deposits	6.20%	8.45%	
Loans to Assets	52.05%	49.87%	70% (1)
LIQUIDITY (3)	41.34%	46.34%	25% (2)
Temporary Investments to Volatile Liabilities (4)	232.53%	134.12%	100% (2)
Volatile Liability Dependence	-15.09%	-3.90%	0 or (-)

(1) Maximum (2) Minimum

(3) 'LIQUIDITY' is determined as follows:

$$\frac{\text{Net Cash + Short Term and Marketable Securities}}{\text{Net Deposits + Short Term Liabilities}}$$

(4) Volatile Liabilities include Certificates of deposit of $100,000 or more, repurchase agreements, and the Treasury Tax and Loan Account.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

SOUTHERN BANCSHARES (N.C.), INC.

Dated May 13, 1992

R. S. Williams,
President

Dated May 13, 1992

David A. Bean,
Secretary/Treasurer